

Agency 699

**Community and Technical College System****Recommendation Summary**

Dollars in Thousands

	Annual FTEs	General Fund State	Other Funds	Total Funds
<b>2005-07 Expenditure Authority</b>	15,420.3	1,112,719	1,007,345	2,120,064
<b>Supplemental Changes</b>				
Facilities Maintenance		4,599		4,599
Applied Baccalaureate and Co-Location Costs		1,660		1,660
SmartBuy		(2,798)		(2,798)
Pension Plan 1 Unfunded Liabilities			1,556	1,556
Classification Revisions		193	6	199
Technical Corrections		10,000		10,000
Utility Rate Adjustments		248		248
Central Service Agency Charges		25		25
Initiative 732 COLA		2,710	254	2,964
Transfers				
Operating Costs/Existing Capital Projects		595		595
<b>Subtotal - Supplemental Changes</b>		17,232	1,816	19,048
<b>Total Proposed Budget</b>	15,420.3	1,129,951	1,009,161	2,139,112
Difference		17,232	1,816	19,048
Percent Change	0.0%	1.5%	0.2%	0.9%

**SUPPLEMENTAL CHANGES****Facilities Maintenance**

Funding is provided for the maintenance and operation of state-funded projects that will be occupied in the 2005-07 Biennium. Funding is also provided for instructional facilities that were financed with Certificates of Participation.

**Applied Baccalaureate and Co-Location Costs**

Legislation passed in the 2005 legislative session to grant authority to the community and technical colleges (CTCs) to develop and offer applied baccalaureate degrees. The CTC's were also authorized to pilot partnership projects with public universities and their branches in order to bring upper division programs to CTC campuses. This appropriation provides the funds to offer these programs.

**Technical Corrections**

The 2005-07 biennial operating budget bill misstated funding for Fiscal Year 2007 although the total was correct. This change remedies the technical error by correcting the fiscal year appropriation.

**Utility Rate Adjustments**

Recent natural gas rate increases have put a strain on the operating budgets of community and technical colleges. One-time funding is provided to help the CTC's manage these increases while maintaining affordable access for students.

## **HIGHER EDUCATION**

### **Initiative 732 COLA**

Funding is provided for cost-of-living (COLA) increases as required by Initiative 732. (General Fund-State, Institutions of Higher Education-Dedicated Local Account-Nonappropriated)

### **Transfers**

Facilities funded in the 2005-07 Biennial Budget were split evenly, resulting in funds being available in the first year that are not needed until the second year and causing a shortfall in funding in the second year. This item corrects the funding split between fiscal years.

### **Operating Costs/Existing Capital Projects**

Maintenance funding is provided for three state-funded projects that will open during the 2005-07 Biennium. These projects were inadvertently left out of the state-funded project list during the 2005-07 Biennial Budget development.